



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor

Kathleen Clarke
Executive Director

Lowell P. Braxton
Division Director

1594 West North Temple, Suite 1210

PO Box 145801

Salt Lake City, Utah 84114-5801

801-538-5340

801-359-3940 (Fax)

801-538-7223 (TDD)

March 5, 2002

Rick Olsen, General Manager
Canyon fuel Company, LLC
P.O. Box 1029
Wellington, Utah 84542

RE: Revised Legals for Permit Renewal, Canyon Fuel Company, LLC, Soldier Canyon Mine, C/007/018, Outgoing File

Enclosed are two original corrected legals for the Soldier Canyon Mine. Please insert these corrected pages (one and two) into the two permits sent to you on February 3, 2002 and then return one signed permit to the Division

Thank you. If you have any questions, please call me.

Sincerely,

A handwritten signature in black ink, appearing to read 'Lowell P. Braxton', written over a horizontal line.

for Lowell P. Braxton
Director

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FEDERAL

PERMIT
C/007/018

February 3, 2002

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple, Suite 1210
Salt Lake City, Utah 84114-5801
(801) 538-5340

This permit, C/007/018, is issued for the state of Utah by the Utah Division of Oil, Gas and Mining (DOGM) to:

Canyon Fuel Company, LLC
6955 Union Park Center, Suite 540
Salt Lake City, Utah 84047
(801) 596-7111

for the Soldier Canyon Mine. Canyon Fuel Company, LLC is the lessee of federal, state and fee-owned property. A performance bond is filed with the DOGM in the amount of \$3,238,000.00, payable to the state of Utah, Division of Oil, Gas and Mining and the Office of Surface Mining Reclamation and Enforcement (OSMRE). DOGM must receive a copy of this permit signed and dated by the permittee.

Sec. 1: STATUTES AND REGULATIONS - This permit is issued pursuant to the Utah Coal Mining and Reclamation Act of 1979, Utah Code Annotated (UCA) 40-10-1 et seq, hereafter referred to as the Act.

Sec. 2: PERMIT AREA - The permittee is authorized to conduct coal mining and reclamation operations on following described lands within the permit area at the Soldier Canyon Mine situated in the state of Utah, Carbon County, and located:

Township 13 South, Range 12 East, SLBM

Section 4: All;
Section 5: All;
Section 6: All;
Section 7: All;
Section 8: All;
Section 9: NW1/4;
Section 17: NW1/4;
Section 18: N1/2N1/2, SE1/4NE1/4, S1/2NW1/4, portions of NE1/4SW1/4NE1/4 and NW1/4SW1/4NE1/4; and
Section 19: Portions of W1/2SW1/4SW1/4.

Township 13 South, Range 11 East, SLBM

Section 1: All;
Section 2: All;
Section 3: Lots 5, 6, 7;
Section 10: N1/2, E1/2SE1/2, NW1/4SE1/4, NW1/4SW1/4;
Section 11: All;
Section 12: All;
Section 13: N1/2NE1/4, W1/2, NE1/4SE1/4, SE1/4NE1/4;
Section 14: N1/2, N1/2S1/2, SE1/4SE1/4;
Section 15: NE1/4NE1/4;
Section 23: N1/2NE1/4NE1/4;
Section 24: N1/2N1/2NW1/4, portions of E1/2SE1/4SE1/4; and
Section 25: Portions of N1/2NW1/4SE1/4 and S1/2SW1/4NE1/4.

This legal description is for the permit area of the Soldier Canyon Mine. The permittee is authorized to conduct coal mining and reclamation operations on the foregoing described property subject to the conditions of the leases, including all conditions and all other applicable conditions, laws and regulations.

- Sec. 3: COMPLIANCE** - The permittee will comply with the terms and conditions of the permit, all applicable performance standards and requirements of the State Program.
- Sec. 4: PERMIT TERM** - This permit becomes effective on February 3, 2002 and expires on February 3, 2007.
- Sec. 5: ASSIGNMENT OF PERMIT RIGHTS** - The permit rights may not be transferred, assigned or sold without the approval of the Director, DOGM. Transfer, assignment or sale of permit rights must be done in accordance with applicable regulations, including but not limited to 30 CFR 740.13(e) and R645-303.
- Sec. 6: RIGHT OF ENTRY** - The permittee shall allow the authorized representative of the DOGM, including but not limited to inspectors, and representatives of OSMRE, without advance notice or a search warrant, upon presentation of appropriate credentials, and without delay to:
- A. Have the rights of entry provided for in 30 CFR 840.12, R645-400-110, 30 CFR 842.13 and R645-400-220; and,

FEDERAL

PERMIT
C/007/018

February 3, 2002

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Section 11: All;
Section 12: All;
Section 13: N1/2NE1/4, W1/2, NE1/4SE1/4, SE1/4NE1/4;
Section 14: N1/2, N1/2S1/2, SE1/4SE1/4;
Section 15: NE1/4NE1/4;
Section 23: N1/2NE1/4NE1/4;
Section 24: N1/2N1/2NW1/4, portions of E1/2SE1/4SE1/4; and
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